VOLUME 7 OF 23 VOLUMES

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REPORTER'S RECORD
       1
08:45AM
                           VOLUME 7 OF 23 VOLUMES
       2
                     TRIAL COURT CAUSE NO. 017-287611-16
       3
                     COURT OF APPEALS NO. 02-18-00332-CV
       4
       5
           GHRIST LAW FIRM,
                                           IN THE DISTRICT COURT
       6
           P.L.L.C., ET AL,
       7
              Plaintiffs,
       8
           VS.
                                           TARRANT COUNTY, TEXAS
       9
           J. MICHAEL FERGUSON,
      10
           P.C., ET AL,
              Defendants.
                                           17TH JUDICIAL DISTRICT
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      12
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      16
                              TRIAL ON THE MERITS
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      20
               On the 17th day of April, 2018, the following
      21
          proceedings came on to be heard in the above-entitled
      22
          and numbered cause before the Honorable Melody
         Wilkinson, Judge presiding, held in Fort Worth, Tarrant
      23
      24
          County, Texas:
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               Proceedings reported by machine shorthand.
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                      APPEARANCES
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3
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   -- and --
8
   Mr. Ian D. Ghrist
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   GHRIST LAW FIRM. PLLC
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   Farmers Branch, Texas 75234
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   ATTORNEYS FOR PLAINTIFFS
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   Mr. Thomas A. Herald
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   State Bar No. 09499520
   James Nathan Richards
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   State Bar No. 24091810
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   Mr. J. Michael Ferguson
   State Bar No. 24000644
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   62 Main Street
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   Suite 310
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   PHONE: 817-267-1008
   FAX:
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   ATTORNEYS FOR DEFENDANTS
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08:45AM	1	PROCEEDINGS
09:02AM	2	(The jury entered the courtroom.)
09:02AM	3	THE COURT: Please be seated.
09:02AM	4	Well, good morning, ladies and gentlemen of
09:02AM	5	the jury, and welcome back to your fifth day of jury
09:02AM	6	service in the 17th District Court. Hopefully everyone
09:02AM	7	enjoyed having a little jingle in your pocket this
09:03AM	8	weekend. Hopefully you didn't spend it all in one
09:03AM	9	place. Again, it's not nearly enough for all of the
09:03AM	10	work that you are doing for us, so please know how much
09:03AM	11	everything is appreciated. But we're glad that
09:03AM	12	everybody made it back here on time on this Tuesday
09:03AM	13	morning, and as you know, we are still in the middle of
09:03AM	14	Plaintiffs' case in chief.
09:03AM	15	And, therefore, Mr. Moore, on behalf of the
09:03AM	16	Plaintiffs, you may call your next witness.
09:03AM	17	MR. MOORE: We call Mr. Ghrist, Your Honor.
09:03AM	18	THE COURT: And, Mr. Ghrist, if you would,
09:03AM	19	please watch the incline as you walk up to the witness
09:03AM	20	stand.
09:03AM	21	(The witness was duly sworn.)
09:03AM	22	THE COURT: And you may be seated.
09:03AM	23	And, Mr. Moore, you may proceed.
09:03AM	24	IAN GHRIST,
09:03AM	25	having been first duly sworn, testified as follows:

I talked to him about the -- about MBH Real 1 10:26AM 10:26AM 2 Estate, L.L.C. and how he was going to draft an operating agreement that would protect Mr. Coker's 3 10:26AM interest and my interest. And then that was not like a 4 10:26AM very long conversation, and after that, I was just 5 10:26AM waiting for that to get done, that operating agreement 10:26AM 6 to get done. 7 10:27AM 8 Did you ever see the Secretary of State 10:27AM 10:27AM 9 paperwork creating a company? 10 Α. Yes. 10:27AM 11 Q. Were you listed on there as a managing member? 10:27AM 12 Α. No. 10:27AM 13 Q. Were you okay with that? 10:27AM Α. 14 Yes. 10:27AM Q. 15 Why? 10:27AM 16 Α. Because I only had a 13.33 percent minority 10:27AM membership, so I was okay with Shawn Coker and Ferguson, 17 10:27AM P.C., being the managing members. And I didn't have --18 10:27AM 19 think that I needed to be a managing member if I only 10:27AM 20 had a 13.33 percent membership interest, at least until 10:27AM 21 the buyout happened, because there was a balance between 10:27AM 22 Coker and Ferguson with them both being managing 10:27AM members, and I didn't have a problem with that until 10:27AM 23 24 that balance was gone. 10:27AM

And so how did MBH operate without an

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10:27AM

Q.

Okav.

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